Montana Board of Oil and Gas Conservation Environmental Assessment

Operator: Whiting Oil and Gas Corporation
Well Name/Number: Palmer 24-21-4H
Location: SE SW Section 21 T26N R57E
County: Richland , MT; Field (or Wildcat) W/C (Bakken Horizontal)
Air Quality
(possible concerns)
Long drilling time: No, 30 to 40 days drilling time.
Unusually deep drilling (high horsepower rig): No, triple derrick drilling rig to drill a single
lateral Bakken Formation well test to 21,450'MD/10,468'TVD.
Possible H2S gas production: <u>H2S gas production possibility is slight (Mississippian</u>
Formations).
In/near Class I air quality area: No Class I air quality area in the area of review.
Air quality permit for flaring/venting (if productive): <u>Yes, DEQ air quality permit required</u> under rule 75-2-211.
Mitigation:
X Air quality permit (AQB review)
Gas plants/pipelines available for sour gas
Special equipment/procedures requirements
Other:
Comments: No special concerns – using triple derrick drilling rig to drill a
single lateral Bakken Formation well test to 21,450'MD/10,468'TVD. If existing
pipeline for H2S gas in the area, gas can be gathered or if no gathering system
nearby, H2S gas can be flared under Board Rule 36.22.1220.
Water Quality
(possible concerns)
Salt/oil based mud: Yes, oil based invert drilling fluids will be used on the mainhole.
The horizontal lateral will be drilled with brine water. The surface hole will be drilled with
freshwater and freshwater drilling fluids.
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<pre> Off-site disposal of solids/liquids (in approved facility) Other:</pre>
Comments: 2000' of surface casing cemented to surface adequate to protect
freshwater zones and to cover the base of the Fox Hills Formation.
Soils/Vegetation/Land Use
(possible concerns)
Steam crossings: No, stream crossings anticipated, crossing ephemeral drainages
only.
High erosion potential: No, small cut, up to 5.3' and small fill, up to 4.8' was required
when location was built. Location already exists for this wellsite, no dirt work required.
Loss of soil productivity: None, location to be restored after drilling well, if well is
nonproductive. If productive unused portion of drillsite will be reclaimed.
Unusually large wellsite: Yes, very large wellsite 425'X510'. This location size is
required to accommodate 4 horizontal wells: Palmer 24-21-4H, Palmer 24-21-3H,
Palmer 24-21-2H and Palmer 21-24-1H
Damage to improvements: No surface use is a cultivated land.
Conflict with existing land use/values: Slight
Mitigation Avoid improvements (topographic telerance)
Avoid improvements (topographic tolerance) Exception location requested
Exception ocation requested _X Stockpile topsoil
Stream Crossing Permit (other agency review)
Stream crossing Fermit (other agency review) X Reclaim unused part of wellsite if productive
Special construction methods to enhance reclamation
Other
Comments: Access to location will be over existing State Highway #16 and existing
county roads, #340 and #341. Oil based invert drilling fluids will be recycled.
Completion fluids will be hauled to a Class II Disposal. Drilling cuttings and mud solids
will be fly ashed in the lined pit and buried with subsoil cover. No special concerns.
will be my defined in the inflood pit date buried with educed to tell. The epocial contention
Health Hazards/Noise
(possible concerns)
Proximity to public facilities/residences: Nearest residences are about ½ of a mile to the
south, about 1½ miles to the southwest and about 1 5/8 of a mile to the north from the
location. The town of Culbertson, Montana is about 13 miles to the northwest and the
town of Sidney, Montana is about 20.5 miles to the southeast from this location.
Possibility of H2S: H2S potential is slight (Mississippian Formations).
Size of rig/length of drilling time: <u>Triple drilling rig/short 30 to 40 days drilling time.</u>
Mitigation:
X Proper BOP equipment
Topographic sound barriers
H2S contingency and/or evacuation plan
Special equipment/procedures requirements
Other:
Comments: Adequate surface casing and operational BOP should mitigate any
problems. No concerns.

Wildlife/recreation

(possible concerns)
Proximity to sensitive wildlife areas (DFWP identified): None in the area of review.
Proximity to recreation sites: None in the area of review.
Creation of new access to wildlife habitat: No, surface use is cultivated land.
Conflict with game range/refuge management: No
Threatened or endangered Species: Species identified as threatened or endangered
are the Pallid Sturgeon, Interior Lease Tern, Whooping Crane and Piping Plover.
Candidate species are the Greater Sage Grouse and the Sprague's Pipit. MTFWP
Natural Heritage Tracker website lists one (1) species of concern: the Whooping Crane
and three (3) potential species of concern, the Ovenbird, Brook Stickleback and the
Burbot.
Mitigation:
Avoidance (topographic tolerance/exception)
Other agency review (DFWP, federal agencies, DSL)
Screening/fencing of pits, drillsite
Other:
Comments: The surface ownership is private cultivated land. There may be
species of concern that maybe impacted by this wellsite. We ask the operator to consult
with the surface owner as to what he would like done, if a species of concern is
discovered at this location. The Board of Oil & Gas has no jurisdiction over private
surface lands.
Historical/Cultural/Paleontological
(possible concerns)
Proximity to known sites None identified.
Mitigation
avoidance (topographic tolerance, location exception)
other agency review (SHPO, DSL, federal agencies)
Other:
Comments: On private cultivated surface lands. There may be possible
historical/cultural/paleontological sites that maybe impacted by this wellsite. We ask the
operator to consult with the surface owner as to his desires to preserve these sites or
not, if they are found during construction of the wellsite. The Board of Oil & Gas has no
jurisdiction over private surface lands.

Social/Economic
(possible concerns)
Substantial effect on tax base
Create demand for new governmental services
Population increase or relocation
Comments: No concerns.

Remarks or Special Concerns for this site

A single lateral horizontal Bakken Formation well test to 21,450'MD/10,468'TVD. No concerns.

Summary: Evaluation of Impacts and Cumulative effects

No significant long term impacts expected, some short term impacts will occur.

I conclude that the approval of the subject Notice of Intent to Drill (does/ <u>does not</u>) constitute a major action of state government significantly affecting the quality of the human environment, and (does/ <u>does not</u>) require the preparation of an environmental impact statement.
Prepared by (BOGC): \s\ John Gizicki (title:) Compliance Specialist Date: March 28, 2014
Other Persons Contacted:
Montana Bureau of Mines and Geology, GWIC website
(Name and Agency) Water wells in Richland County (subject discussed)
March 28, 2014 (date)
US Fish and Wildlife, Region 6 website (Name and Agency) ENDANGERED, THREATENED, PROPOSED AND CANDIDATE SPECIES MONTANA COUNTIES, Richland County (subject discussed)
March 28, 2014 (date)
Montana Natural Heritage Program Website (FWP) (Name and Agency) Heritage State Rank= S1, S4 T26N R57E (subject discussed)
March 28, 2014 (date)
If location was inspected before permit approval: Inspection date: Inspector: Others present during inspection: